

Decision _____

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

Application of Tahnay Telecom, Inc. for a Certificate of Public Convenience and Necessity in Order to Provide Resold and Limited Facilities-Based Competitive Local Exchange and Interexchange Service.

Application 14-12-020
(Filed December 17, 2014)

**DECISION GRANTING TAHNAY TELECOM, INC. A CERTIFICATE OF
PUBLIC CONVENIENCE AND NECESSITY IN ORDER TO PROVIDE RESOLD
AND LIMITED-FACILITIES BASED LOCAL EXCHANGE SERVICE
AND INTEREXCHANGE SERVICE**

Summary

Pursuant to Public Utilities Code § 1001, we grant Tahnay Telecom, Inc. a certificate of public convenience and necessity to provide resold **and** limited facilities-based competitive local exchange telecommunications services and interexchange service in California subject to the terms and conditions set forth in the Ordering Paragraphs.¹

1. Background

On December 17, 2014, Tahnay Telecom, Inc., a California corporation filed an application for a certificate of public convenience and necessity (CPCN) to provide resold and limited facilities-based telecommunications services in the service territories of Pacific Bell Telephone Company d/b/a AT&T California

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(AT&T), Verizon California Inc. (Verizon), Citizens Telecommunications Company of California, Inc. d/b/a Frontier Communications of California (Citizens), and SureWest Telephone² (SureWest) and interexchange service in California as a non-dominant interexchange carrier (NDIEC).

Tahnay Telecom, Inc. proposes to provide intrastate local exchange services and interstate services to business customers via copper based facilities; services include Plain Old Telephone Service (POTS); T1; Primary Interface, etc. Tahnay Telecom, Inc.'s principal place of business is located at 118 Castle Crest Road, Alamo, CA 94507-2669.

2. Jurisdiction

Public Utilities Code Section 216(a) defines the term "Public Tahnay Telecom, Inc." to include a "telephone corporation," which in turn is defined in Public Utilities Code Section 234(a) as "every corporation or person owning, controlling, operating, or managing any telephone line for compensation within this state."

Tahnay Telecom, Inc. proposes to provide services on a resale basis, but may also use unbundled network elements (UNEs) obtained from incumbent local exchange carriers (ILECs) through interconnection agreements (ICAs); the applicant may provide some of its services, including voice, over Internet-Protocol (IP)-based technology. Tahnay Telecom Inc. states that "it understands and acknowledges that its services will be subject to the Commission's jurisdiction regardless of the underlying technology used to provide its services."

² SureWest was formerly known as Roseville Telephone Company.

(Application at 4.) Tahnay Telecom, Inc. is a telephone corporation and a public utility subject to our jurisdiction.

3. Limited versus Full Facilities-Based CPCN

In its application, Tahnay Telecom, Inc. stated that it would not be constructing any facilities. Therefore, this application will be treated as a request for limited facilities-based authority. The treatment of Application (A.) 14-12-020 as a request for a limited facilities-based CPCN does not preclude Tahnay Telecom, Inc. from filing an application at a later date to pursue a full facilities-based CPCN. Tahnay Telecom, Inc. must not begin construction of facilities beyond those authorized by this decision until further approval is granted.

4. California Environmental Quality Act (CEQA)

The CEQA requires the Commission act as the designated lead agency to assess the potential environmental impact of a project in order that adverse effects are avoided, alternatives are investigated, and environmental quality is restored or enhanced to the fullest extent possible. Since Tahnay Telecom, Inc. states that it does not intend to construct any facilities other than equipment to be installed in existing buildings or structures, it can be seen with certainty that there is no possibility that granting this application will have an adverse impact upon the environment. Before it can construct facilities other than equipment to be installed in existing buildings or structures, Tahnay Telecom, Inc. must file for additional authority, and submit to any necessary CEQA review.

5. Financial Qualifications

To be granted a CPCN, an applicant for authority to provide limited-facilities based and resold local exchange and interexchange services must demonstrate that it has a minimum of \$100,000 cash or cash equivalent to

meet the firm's start-up expenses.³ An applicant must also demonstrate that it has sufficient additional resources to cover all deposits required by local exchange carriers and/or interexchange carriers in order to provide the proposed service.⁴ In the application, Tahnay Telecom, Inc. provided a Surety Bond in the amount of \$100,000 plus an amount equal to the deposit required by AT&T and Verizon and stated that the total of \$110,000 would be available to Tahnay Telecom, Inc. for one year following certification. Since Tahnay Telecom, Inc. has provided documentation that it possesses a minimum of \$100,000 plus relevant deposits that is reasonably liquid and available, it has demonstrated that it has sufficient funds to meet its start-up expenses and has fulfilled this requirement.

6. Technical Qualifications

Tahnay Telecom, Inc. proposed to initially interconnect with AT&T and Verizon. As stated above, Tahnay Telecom, Inc. has provided documentation that it has the funds available for the deposit required by AT&T and Verizon. To be granted a CPCN for authority to provide local exchange and interexchange service, an applicant must make a reasonable showing of managerial and technical expertise in telecommunications or a related business.⁵ Tahnay Telecom, Inc. supplied biographical information on its management in Exhibit F

³ The financial requirement for Competitive Local Exchange Carriers (CLEC) is contained in Decision (D.) 95-12-056, Appendix C. The financial requirement for Non-Dominant Interexchange Carriers (NDIEC) is contained in D.91-10-041.

⁴ The requirement for Competitive Local Carrier (CLC) applicants to demonstrate that they have additional financial resources to meet any deposits required by underlying Local Exchange Carriers (LEC) and/or IECs is set forth in D.95-12-056, Appendix C. For NDIECs, the requirement is found in D.93-05-010.

⁵ D.95-12-056 at Appendix C, Rule 4.A.

to its application that demonstrated that it has sufficient expertise and training to operate as a telecommunications provider.

In its application, Tahnay Telecom, Inc. verified that no one associated with or employed by Tahnay Telecom, Inc. as an affiliate, officer, director, partner, or owner of more than 10% of Tahnay Telecom, Inc. was previously associated with a telecommunications carrier that filed for bankruptcy, was sanctioned by the Federal Communications Commission or any state regulatory agency for failure to comply with any regulatory statute, rule, or order, or has been found either civilly or criminally liable by a court of appropriate jurisdiction for a violation of § 17000, et seq. of the California Business and Professions Code, or for any actions which involved misrepresentations to consumers, nor is currently under investigation for similar violations.

For the above reasons, we find that Tahnay Telecom, Inc. is in compliance with the requirements of D.95-12-056.

7. Tariffs

Tahnay Telecom, Inc. states, in its application, that it does not intend to provide residential local exchange service at this time. As such, no tariff review is presently needed (Attachment A). Should Tahnay Telecom Inc. wish to provide residential local exchange services in the future, a tariff must be filed with the Communications Division of the Commission, in the form of a Tier 2 Advice Letter, for review and approval.

8. Map of Service Territory

To be granted a CPCN for authority to provide local exchange service, an applicant must provide a map of the service territories it proposes to serve.⁶ In its Response, Tahnay Telecom, Inc. provided a map of the location of its proposed service territory, in compliance with this requirement.

9. Expected Customer Base

Tahnay Telecom, Inc. provided its estimated customer base for the first and fifth years of operation in Exhibit H of its application. Therefore, Tahnay Telecom, Inc. has complied with this requirement.

10. Request for Treatment as a Non-dominant Carrier

Applicant requests treatment as a non-dominant interexchange carrier, which would include exemption from the requirements of Pub. Util. Code §§ 816-830 concerning stocks and security and § 851 concerning the encumbrance and transfer of Tahnay Telecom, Inc. property. The Commission detailed its rules regarding exemption of non-dominant carriers in D.85-01-008, and subsequently modified in D.85-07-081 and D.85-11-044. We grant Applicant's request for non-dominant interexchange carrier status, provided that they follow all rules detailed in the above referenced decisions.⁷

⁶ D.95-12-056 at Appendix C, Rule 4.E.

⁷ While the Commission has granted exemption from §§ 816 – 830 to others, exemption from §§ 851 – 854 has not been granted previously and is not granted here.

11. Conclusion

We conclude that the application conforms to our rules for certification as a competitive local exchange and interexchange carrier. Accordingly, we grant Tahnay Telecom, Inc. a CPCN to provide limited facilities-based and resold local competitive exchange telecommunications service in the service territory of Pacific Bell Telephone Company d/b/a AT&T California (AT&T), Verizon California Inc. (Verizon), Citizens Telecommunications Company of California, Inc. d/b/a Frontier Communications of California (Citizens), and SureWest Telephone⁸ (SureWest) and to provide interexchange service in California subject to compliance with the terms and conditions set forth in the Ordering Paragraphs.

The CPCN granted by this decision provides benefits to Tahnay Telecom, Inc. and corresponding obligations. Tahnay Telecom, Inc. receives authority to operate in the prescribed service territory, it can request interconnection with other telecommunications carriers in accordance with Section 251 of the Federal Communications Act (47 U.S.C. 251), and it receives access to public rights of way in California as set forth in D.98-10-058 subject to the CEQA requirements set forth in this decision. In return, Tahnay Telecom, Inc. is obligated to comply with all applicable Public Utilities Codes and Commission Rules, GOs, and decisions applicable to telecommunications carriers providing approved services. The applicable Codes, Rules, etc. include, but are not limited to consumer protection rules, tariffing, and reporting requirements. Moreover, Tahnay Telecom, Inc. is obligated to pay all Commission prescribed user fees and public

⁸ SureWest was formerly known as Roseville Telephone Company.

purpose program surcharges as set forth in the Appendix B of this decision, to comply with CEQA, and to adhere to Pub. Util. Code Section 451 which states that every public utility "...shall furnish and maintain such adequate, efficient, just, and reasonable service, instrumentalities, equipment, and facilities, including telephone facilities, as defined in Section 54.1 of the Civil Code, as are necessary to promote the safety, health, comfort, and convenience of its patrons, employees, and the public."

12. Request to File Under Seal

Pursuant to Rule 11.4 of the Commission's Rules of Practice and Procedure, Tahnay Telecom, Inc. has filed motions for leave to file Exhibits G and H to the application as confidential materials under seal. Tahnay Telecom, Inc. represents that the information is sensitive, and disclosure could place Tahnay Telecom, Inc. at an unfair business disadvantage. We have granted similar requests in the past and do so here.

13. Categorization and Need for Hearings

In Resolution ALJ 176-3349, dated January 15, 2015 the Commission preliminarily categorized this application as ratesetting, and preliminarily determined that hearings were not necessary. No protests have been received. There is no apparent reason why the application should not be granted. Given these developments, a public hearing is not necessary, and it is not necessary to disturb the preliminary determinations.

14. Comments on Proposed Decision

This is an uncontested matter in which the decision grants the relief requested. Accordingly, pursuant to Section 311(g)(2) of the Public Utilities Code and Rule 14.6(c)(2), the otherwise applicable 30-day period for public review and comment is waived.

15. Assignment of Proceeding

Carla J. Peterman is the assigned Commissioner and Administrative Law Judge Dorothy Duda (ALJ) and ALJ Pro Tem Hazlyn C. Fortune are the assigned ALJs in this proceeding.

Findings of Fact

1. Notice of the application appeared on the Daily Calendar on December 17, 2014. No protests have been filed. A hearing was not required. Tahnay Telecom, Inc. is a telephone corporation and a public utility as defined in Pub. Util. Code Sections 234(a) and 216(a).

2. Tahnay Telecom, Inc. is a telephone corporation and a public utility as defined in Pub. Util. Code §§ 234(a) and 216(a).

3. Tahnay Telecom, Inc. has a minimum of \$100,000 of cash or cash equivalent that is reasonably liquid and readily available to meet its start-up expenses.

4. Tahnay Telecom, Inc. has sufficient additional cash or cash equivalent to cover deposits that may be required by other telecommunications carriers in order to provide the proposed service.

5. Tahnay Telecom, Inc.'s management possesses sufficient experience, knowledge, and technical expertise to provide local exchange services to the public.

6. Tahnay Telecom, Inc. does not intend to construct any facilities other than equipment in existing buildings or structures.

7. No one associated with or employed by Tahnay Telecom, Inc. as an affiliate, officer, director, partner, or owner of more than 10% of Tahnay Telecom, Inc. was: previously associated with a telecommunications carrier that filed for bankruptcy; was sanctioned by the Federal Communications Commission or any

state regulatory agency for failure to comply with any regulatory statute, rule, or order; or was previously associated with any telecommunication carrier that has been found either civilly or criminally liable by a court of appropriate jurisdiction for a violation of § 17000, et seq. of the California Business and Professions Code, or for any actions which involved misrepresentations to consumers, nor is currently under investigation for similar violations.

8. Tahnay Telecom, Inc. provided a map of the location of its proposed service territory.

9. Tahnay Telecom, Inc. provided an estimate of its customer base for the first and fifth year of operation.

10. Pursuant to Rule 11.4, Tahnay Telecom, Inc. filed motions for leave to file confidential materials under seal, including Exhibit G and H to the application.

11. Tahnay Telecom, Inc. does not intend to provide residential local exchange service at this time and no tariff review is presently needed.

Conclusions of Law

1. Tahnay Telecom, Inc. should be granted a CPCN to provide resold and limited facilities based local exchange telecommunications service in the service AT&T, Verizon, Citizens, and SureWest and interexchange service in California, subject to the terms and conditions set forth in the Ordering Paragraphs.

2. Tahnay Telecom, Inc., once granted a CPCN, should be subject to the applicable Commission rules, decisions, General Orders, and statutes that pertain to California public utilities.

3. Tahnay Telecom, Inc.'s motion to file under seal its Exhibit G and H to the application, should be granted for three years.

4. Tahnay Telecom, Inc. should be granted non-dominant carrier status, subject to Commission rules and regulations as detailed in D.85-01-008 and modified in D.85-07-081 and D.85-11-044.

5. Should Tahnay Telecom Inc. wish to provide residential local exchange services in the future, a tariff must be filed with the Communications Division of the Commission.

O R D E R

IT IS ORDERED that:

1. A certificate of public convenience and necessity is granted to Tahnay Telecom, Inc. to provide resold and limited facilities-based local exchange telecommunications services in the territories of Pacific Bell Telephone Company d/b/a AT&T California (AT&T), Verizon California Inc. (Verizon), Citizens Telecommunications Company of California, Inc. d/b/a Frontier Communications of California (Citizens), and SureWest Telephone (SureWest) and interexchange service in California, subject to the terms and conditions set forth below.

2. The corporate identification number assigned to Tahnay Telecom, Inc., (U7284C), must be included in the caption of all original filings with this Commission, and in the titles of other pleadings filed in existing cases.

3. Tahnay Telecom, Inc. must obtain a performance bond of at least \$25,000 in accordance with Decision 13-05-035. The performance bond must be a continuous bond (i.e., there is no termination date on the bond) issued by a corporate surety company authorized to transact surety business in California, and the Commission must be listed as the obligee on the bond. Within five days of acceptance of its certificate of public convenience and necessity authority,

Tahnay Telecom, Inc. must submit a Tier-1 advice letter to the Director of Communications, containing a copy of the license holder's executed bond, and submit a Tier-1 advice letter annually, but not later than March 31, with a copy of the executed bond.

4. Tahnay Telecom, Inc. must not allow its performance bond to lapse during any period of its operation. Pursuant to Decision 13-05-035, the Commission may revoke a certificate of public convenience and necessity if a carrier is more than 120 days late in providing the Director of the Communications Division a copy of its executed performance bond and the carrier has not been granted an extension of time by the Communications Division.

5. In addition to all the requirements applicable to competitive local exchange carriers and interexchange carriers included in Attachments B, C, and D to this decision, Tahnay Telecom, Inc. is subject to the Consumer Protection Rules contained in General Order (GO)168, and all applicable Commission rules, decisions, GOs, and statutes that pertain to California public utilities.

6. Tahnay Telecom, Inc. must file, in this docket, a written acceptance of the certificate granted in this proceeding within 30 days of the effective date of this order.

7. Tahnay Telecom, Inc. must annually pay the user fee and public purpose surcharges specified in Attachment B. Per the instructions in Exhibit E to Decision 00-10-028, the Combined California Public Utilities Commission Telephone Surcharge Transmittal Form must be submitted even if the amount due is \$0. Applicant must pay a minimum user fee of \$100 or 0.18% of gross intrastate revenue, whichever is greater. Under Public Utilities Code § 405, carriers that are in default of reporting and submitting user fees for a period of

30 days or more will be subject to penalties including suspension or revocation of their authority to operate in California.

8. Prior to initiating service, Tahnay Telecom, Inc. must provide the Commission's Consumer Affairs Branch with the name and address of its designated contact person(s) for purposes of resolving consumer complaints. This information must be updated if the name or telephone number changes, or at least annually.

9. Prior to initiating service, Tahnay Telecom, Inc. must provide the Commission's Communications Division with the name and address of its designated regulatory/official contact persons(s). This information must be provided electronically, using the "Regulatory/Official Contact Information Update Request" found at

<http://www.cpuc.ca.gov/PUC/telco/Information+for+providing+service/>.

This information must be updated if the name or telephone number changes, or at least annually.

10. Tahnay Telecom, Inc. must notify the Director of the Communications Division in writing of the date that local exchange service is first rendered to the public, no later than five days after service first begins.

11. Tahnay Telecom, Inc. must file an affiliate transaction report with the Director of the Communications Division, in compliance with Decision 93-02-019, on a calendar year basis using the form contained in Attachment D.

12. Tahnay Telecom, Inc. must file an annual report with the Director of the Communications Division, in compliance with General Order 104-A, on a calendar-year basis with the information contained in Attachment C to this decision.

13. Should Tahnay Telecom Inc. wish to provide local exchange services in the future, a tariff must be filed with the Communications Division of the Commission, in the form of a Tier 2 Advice Letter, for review and approval.

14. Tahnay Telecom, Inc.'s motion to file under seal its Exhibit G and H is granted for a period of three years after the date of this order. During this three year period, this information shall not be publicly disclosed except on further Commission order or Administrative Law Judge ruling. If Tahnay Telecom, Inc. believes that it is necessary for this information to remain under seal for longer than three years, Tahnay Telecom, Inc. may file a new motion showing good cause for extending this order by no later than 30 days before the expiration of this order.

15. Application 14-12-020 is closed.

This order is effective today.

Dated _____, at San Francisco, California.

ATTACHMENT A

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(END OF ATTACHMENT A)

ATTACHMENT B

REQUIREMENTS APPLICABLE TO COMPETITIVE LOCAL EXCHANGE CARRIERS AND INTEREXCHANGE CARRIERS

1. Applicant must file, in this docket with reference to this decision number,¹ a written acceptance of the certificate granted in this proceeding within 30 days of the effective date of this order.

2. Applicant is subject to the following fees and surcharges that must be regularly remitted. Per the instructions in Exhibit E to Decision (D.) 00-10-028, the Combined California PUC Telephone Surcharge Transmittal Form must be submitted even if the amount due is \$0.

- a. The Universal Lifeline Telephone Service Trust
Administrative Committee Fund (Pub. Util. Code § 879);
- b. The California Relay Service and Communications Devices
Fund (Pub. Util. Code § 2881; D.98-12-073);
- c. The California High Cost Fund-A (Pub. Util. Code § 739.3;
D.96-10-066, at 3-4, App. B, Rule 1.C);
- d. The California High Cost Fund-B (D.96-10-066, at 191,
App. B, Rule 6.F.; D.07-12-054);
- e. The California Advanced Services Fund (D.07-12-054);
- f. The California Teleconnect Fund (D.96-10-066, at 88,
App. B, Rule 8.G).
- g. The User Fee provided in Pub. Util. Code §§ 431-435. The
minimum annual User Fee is \$100, as set forth in
D.13-05-035.

Note: These fees change periodically. In compliance with Resolution T-16901, December 2, 2004, Applicant must check the joint tariff for surcharges and fees filed by Pacific Bell

¹ Written acceptance filed in this docket does not reopen the proceeding.

Telephone Company (dba AT&T California) and apply the current surcharge and fee amounts in that joint tariff on end-user bills until further revised. Current and historical surcharge rates can be found at <http://www.cpuc.ca.gov/PUC/Telco/Consumer+Information/surcharges.htm>.

- Carriers must report and remit CPUC telephone program surcharges online using the CPUC Telecommunications and User Fees Filing System (TUFFS). Information and instructions for online reporting and payment of surcharges are available at <http://www.cpuc.ca.gov/PUC/Telco/Information+for+providing+service/Surcharge+Remittance.htm>. To request a user ID and password for TUFFS online filing and for questions, please e-mail Telco_surcharges@cpuc.ca.gov.
- Carriers must file and pay the PUC User Fee (see above item 2g) upon receiving the User Fee statement sent by the Commission. User Fees cannot be reported or paid online. Instructions for reporting filing are available at <http://www.cpuc.ca.gov/PUC/Telco/Information+for+providing+service/userfee.htm>. Please call (415) 703-2470 for questions regarding User Fee reporting and payment.

3. Applicant is a competitive local exchange carrier (CLC). The effectiveness of its future tariffs is subject to the requirements of General Order 96-B and the Telecommunications Industry Rules (D.07-09-019).

4. Applicant is a non-dominant interexchange carrier (NDIEC). The effectiveness of its future NDIEC tariffs is subject to the requirement of General Order 96-B and the Telecommunications Industry Rules (D.07-09-019).

5. Tariff filings must reflect all fees and surcharges to which Applicant is subject, as reflected in #2 above.

6. Applicant must file a service area map as part of its initial tariff.

7. Applicant must obtain a performance bond of at least \$25,000 in accordance with D.13-05-035. The performance bond must be a continuous bond (i.e., there is no termination date on the bond) issued by a corporate surety company authorized to transact surety business in California, and the Commission must be listed as the obligee on the bond. Within five days of acceptance of its certificate of public convenience and necessity authority, Applicant must submit a Tier-1 advice letter to the Director of Communications, containing a copy of the license holder's executed bond, and submit a Tier-1 advice letter annually, but not later than March 31, with a copy of the executed bond.

8. Applicant must not allow its performance bond to lapse during any period of its operation. Pursuant to D.13-05-035, the Commission may revoke a certificate of public convenience and necessity if a carrier is more than 120 days late in providing the Director of the Communications Division a copy of its executed performance bond and the carrier has not been granted an extension of time by the Communications Division.

9. Prior to initiating service, Applicant must provide the Commission's Consumer Affairs Branch with the name and address of its designated contact person(s) for purposes of resolving consumer complaints. In addition, Applicant must provide the Commission's Communications Division with the name and address of its designated regulatory/official contact persons(s). This information must be provided electronically, using the "Regulatory/Official Contact Information Update Request" found at <http://www.cpuc.ca.gov/PUC/telco/Information+for+providing+service/>. This information must be updated if the name or telephone number changes, or at least annually.

10. Applicant must notify the Director of the Communications Division in writing of the date that local exchange service is first rendered to the public, no later than five days after service first begins.

11. Applicant must keep its books and records in accordance with the Generally Accepted Accounting Principles.

12. In the event Applicant's books and records are required for inspection by the Commission or its staff, it must either produce such records at the Commission's offices or reimburse the Commission for the reasonable costs incurred in having Commission staff travel to its office.

13. Applicant must file an annual report with the Director of the Communications Division, in compliance with GO 104-A, on a calendar-year basis with the information contained in Attachment C to this decision.

14. Applicant must file an affiliate transaction report with the Director of the Communications Division, in compliance with D.93-02-019, on a calendar-year basis using the form contained in Attachment D.

15. Applicant must ensure that its employees comply with the provisions of Pub. Util. Code § 2889.5 regarding solicitation of customers.

16. Within 60 days of the effective date of this order, Applicant must comply with Pub. Util. Code § 708, Employee Identification Cards, and notify the Director of the Communications Division in writing of its compliance.

17. If Applicant is 90 days or more late in filing an annual report, or in remitting the surcharges and fee listed in #2 above, and has not received written permission from the Communications Division to file or remit late, the Communications Division must prepare for Commission consideration a resolution that revokes Applicant's CPCN.

18. Applicant is exempt from Rule 3.1(b) of the Commission Rules of Practice and Procedure

19. Applicant is exempt from Pub. Util. Code §§ 816-830.

20. Applicant is exempt from the requirements of Pub. Util. Code § 851 for the transfer or encumbrance of property whenever such transfer or encumbrance serves to secure debt.

21. If Applicant decides to discontinue service or file for bankruptcy, it must immediately notify the Communications Division's Bankruptcy Coordinator.

22. Applicant must send a copy of this decision to concerned local permitting agencies no later than 30 days from the date of this order.

(END OF ATTACHMENT B)

ATTACHMENT C

ANNUAL REPORT

An original and a machine readable, copy using Microsoft Word or compatible format must be filed with the California Public Utilities Commission, State Office Building, 505 Van Ness Avenue, Room 3107, San Francisco, CA 94102-3298, no later than March 31st of the year following the calendar year for which the annual report is submitted.

Failure to file this information on time may result in a penalty as provided for in Pub. Util. Code §§ 2107 and 2108.

Required information:

1. Exact legal name and U # of the reporting utility.
2. Address.
3. Name, title, address, and telephone number of the person to be contacted concerning the reported information.
4. Name and title of the officer having custody of the general books of account and the address of the office where such books are kept.
5. Type of organization (*e.g.*, corporation, partnership, sole proprietorship, etc.).

If incorporated, specify:

- a. Date of filing articles of incorporation with the Secretary of State.
- b. State in which incorporated.
6. Number and date of the Commission decision granting the Certificate of Public Convenience and Necessity.
7. Date operations were begun.
8. Description of other business activities in which the utility is engaged.
9. List of all affiliated companies and their relationship to the utility. State if affiliate is a:
 - a. Regulated public utility.
 - b. Publicly held corporation.
10. Balance sheet as of December 31st of the year for which information is submitted.

11. Income statement for California operations for the calendar year for which information is submitted.
12. Cash Flow statement as of December 31st of the calendar year for which information is submitted, for California operations only.

For answers to any questions concerning this report, call (415) 703-2883.

(END OF ATTACHMENT C)

ATTACHMENT D

CALENDAR YEAR AFFILIATE TRANSACTION REPORT

An original and a machine readable, copy using Microsoft Word and Excel, or compatible format must be filed with the California Public Utilities Commission, State Office Building, 505 Van Ness Avenue, Room 3107, San Francisco, CA 94102-3298, no later than May 1st of the year following the calendar year for which the annual report is submitted.

1. Each utility, must list and provide the following information for each affiliated entity and regulated subsidiary that the utility had during the period covered by the Annual Affiliate Transaction Report.

- Form of organization (*e.g.*, corporation, partnership, joint venture, strategic alliance, etc.);
- Brief description of business activities engaged in;
- Relationship to the utility (*e.g.*, controlling corporation, subsidiary, regulated subsidiary, affiliate);
- Ownership of the utility (including type and percent ownership);
- Voting rights held by the utility and percent; and
- Corporate officers.

2. The utility must prepare and submit a corporate organization chart showing any and all corporate relationships between the utility and its affiliated entities and regulated subsidiaries in #1 above. The chart must have the controlling corporation (if any) at the top of the chart, the utility and any subsidiaries and/or affiliates of the controlling corporation in the middle levels of the chart, and all secondary subsidiaries and affiliates (*e.g.*, a subsidiary that in turn is owned by another subsidiary and/or affiliate) in the lower levels. Any regulated subsidiary must be clearly noted.

3. For a utility that has individuals who are classified as “controlling corporations” of the competitive utility, the utility must only report under the requirements of #1 and #2 above any affiliated entity that either (a) is a public utility or (b) transacts any business with the utility filing the annual report excluding the provision of tariff services.

4. Each annual report must be signed by a corporate officer of the utility stating under penalty of perjury under the laws of the State of California (CCP 2015.5) that the annual report is complete and accurate with no material omissions.

5. Any required material that a utility is unable to provide must be reasonably described and the reasons the data cannot be obtained, as well as the efforts expended to obtain the information, must be set forth in the utility’s Annual Affiliate Transaction Report and verified in accordance with Section I-F of Decision 93-02-019.

6. Utilities that do not have affiliated entities must file, in lieu of the annual transaction report, an annual statement to the Commission stating that the utility had no affiliated entities during the report period. This statement must be signed by a corporate officer of the utility, stating under penalty of perjury under the laws of the State of California (CCP 2015.5) that the annual report is complete and accurate with no material omissions.

(END OF ATTACHMENT D)